LUKAS, McGOWAN, NACE & GUTIERREZ

CHARTERED)

1111 NINETEENTH STREET, N.W.

SUITE 1200 WASHINGTON, D.C. 20036

(202) 857-3500

June 7, 1996

Cade to Communications Commission Were a Secretary

ORIGINAL

CONSULTING ENGINEERS THOMAS G. ADCOCK, P.E. MEHRAN NAZARI ALI KUZEHKANANI SHAHRAM HOJATI, D.Sc. LEROY A. ADAM LEILA REZANAVAZ FARID SEYEDVOSOGHI

> OF COUNSEL JOHN J. McAVOY J.K. HAGE III+

TELECOPIER (202) 842-4485

Email: Imng@fcclaw.com http://www.fcclaw.com/imng

WRITER'S DIRECT DIAL (202) 828-9469

William F. Caton, Acting Secretary Federal Communications Commission 1919 M Street, N.W. Washington, D.C. 20554

> Notice of Written Ex Parte Presentation WT Docket No. 96-59

Marchan Marchan

GN Docket No. 90-314

Dear Mr. Caton:

RUSSELL D. LUKAS

DAVID L. NACE

GERALD S. McGOWAN

THOMAS GUTIERREZ

ELIZABETH R. SACHS

GEORGE L. LYON, JR.

PAMELA L. GIST

DAVID A. LAFURIA

TERRY J. ROMINE

MARCI E. GREENSTEIN+

J. JUSTIN McCLURE+

MARILYN I. SUCHECKI

* NOT ADMITTED IN D.C.

PAMELA GAARY HOLRAN

MARJORIE GILLER SPIVAK

On behalf of the Coalition of New York Rural Telephone Companies ("Coalition"), this notice is submitted in accordance with Section 1.1206(a)(1) of the Commission's Rules, with the original and one copy submitted to the Commission's Secretary.

On June 7, 1996, the Coalition, at the direction of Larry S. Roadman, President of Margaretville Telephone Co., Inc., provided to David R. Siddall, Legal Advisor to Commissioner Susan Ness, a copy of the attached letters concerning the above-referenced The letters were addressed to The Honorable Reed E. Hundt, Chairman of the Commission, from The Honorable Gerald B.H. Solomon (dated June 5, 1996), and The Honorable John McHugh (dated June 6, 1996). Written comments were previously filed by the Coalition in this proceeding.

Very truly yours,

12116

David L. Nace

cc: David R. Siddall (by hand-delivery)

CXZ

GEHALD B.H. SOLOMON

MEMBER OF CONSMISS 220 DISTRET NEW YOR BOOM 2566 RAVBURN BUILDING

WAZNINGTON, DC 20014-3222 1989, 27-AA--

DURG TARY EGREE ON AMERICA PRISONERS OF WAR AND MISSING IN SOUTHEAS? ASIA

Congress of the United States

Prouse of Representations Washington, **BC** 20515-3222

June 5, 1996

The Honorable Reed E. Hundt Chairman. Federal Communications Comm. 1919 M Street, N.W. **Room** 814 Washington, D.C. 20554

Dear Mr. Chairman:

It is my understanding that the FCC is in the process of establishing eligibility rules for the Personal Communications Service (PCS) 10Mh2 spectrum auction. I am concerned that the express intent of Congress, that small businesses be afforded realistic opportunities to obtain PCS licenses, has not, and will not be realized in the PCS spectrum auction.

The reservations for "entrepeneurs" of the C (30Mhz) and F (10Mhz) block auctions was the FCC's attempt to meet the Congressional small business mandate. Analyses of the recently completed C-block auction show that small businesses did not fare well, unless they were the "control group" in new business ventures with large companies having virtually unlimited sources of bid financing.

I urge you to modify the eligibility rules for the F-block auction to ensure that small businesses be allowed to apply for and hold these licenses. Rural areas like the district I represent rely on small businesses to provide service, and will not be helped if all the spectrum is granted to small businesses that are aligned with large conglomerates.

I appreciate your consideration of this important matter.

Sincerely,

of Congress

GBS:mci

RULES COMMITTEE

CHAIRMAN

HOUSE YARK FORCE ON

FOUCATION AND THE ELDERLY

GASLIGHT SQUARE LUGA SPHINES, 717 12400

\$18-667-1000

P.O. Box 21 RHHERECK, NY 12872 31-073-2700

JOHN M. McHUGH

24TH DISTRICT, NEW YORK

COMMITTEE ON NATIONAL BECURITY

PANEL ON MILITARY MORALE, WELFARE AND RECREATION CHARMAN

SUBCOMMITTEE ON MILITARY INSTALLATIONS
AND FACILITIES

SUBCOMMITTEE ON MILITARY RESEARCH AND DEVELOPMENT

COMMITTEE ON GOVERNMENT REFORM AND OVERBIGHT

SUBCOMMITTEE ON THE POSTAL SERVICE CHAIRMAN

SUBCOMMITTEE ON NATIONAL ECONOMIC GROWTH, NATURAL RESOURCES AND REQULATORY AFFAIRS SUBCOMMITTEE ON THE DISTRICT OF COLUMBIA



Congress of the United States

House of Representatives

416 Cannon House Office Building Washington, AC 20515-3224

June 6, 1996

ARMY CAUCUS
CO-CHARMAN
CONGRESSIONAL STUDY GROUP ON CANADA
CO-CHARMAN
U.S. MILITARY ACADEMY, BOARD OF VIBITORS
NATIONAL POSTAL MUSEUM ADVISORY COMMISSION
CONGRESSIONAL RURAL CAUCUS

CONGRESSIONAL RURAL CAUCUS
GREAT LAKES TASK FORCE
OLDER AMERICANS CAUCUS
SPORTSMEN'S CAUCUS
NORTHEAST AGRICULTURE CAUCUS
TASK FORCE ON AGRICULTURE
FIRE SERVICES CAUCUS
RURAL HEALTH CARE COALITION
FORESTRY 2000 TASK FORCE
NATIONAL SECURITY CAUCUS
NORTHERN BORDER CAUCUS
REGULATORY REFORM CAUCUS

The Honorable Reed E. Hundt Chairman Federal Communications Commission 1919 M Street, N.W. Washington, D.C. 20554

Dear Mr. Chairman:

I understand that the Commission will soon establish eligibility rules for the Personal Communications Service (PCS) 10 Mz spectrum auction. I am concerned that small businesses may not be afforded realistic opportunities to obtain PCS licenses during this process.

I base these concerns on information provided to me by small telephone companies located in Northern New York, whose officials tell me that an analysis of the earlier C-block auction shows that small businesses did not generally fare well. It would, indeed, be unfortunate if the remaining portion of the PSC spectrum auctions (the D, E and F-block auctions) suffers the same fate.

I urge the Commission to modify the eligibility rules for the F-block auction to ensure that a substantive licensing opportunity be provided to small, rural businesses, perhaps along the lines of the terms afforded to the C-block winners. It is only through such action that Congressional intent will be preserved and timely build-out of rural PCS systems will be realized.

Thank you for your consideration of this important matter.

Sincerely yours.

John M. McHugh